

State of South Dakota

EIGHTY-NINTH SESSION LEGISLATIVE ASSEMBLY, 2014

454V0587

SENATE BILL NO. 147

Introduced by: Senators Maher, Brown, Frerichs, Holien, Lederman, and Rave and
Representatives Munsterman, Conzet, Heinemann (Leslie), Kirschman, Ring,
Stalzer, and Westra

1 FOR AN ACT ENTITLED, An Act to revise the composition of the governing body of a health
2 maintenance organization.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 58-41-23 be amended to read as follows:

5 58-41-23. The governing body of any health maintenance organization may include
6 enrollees, providers, or other individuals. However, after a health maintenance organization has
7 been authorized under this chapter for one year, at least twenty percent of the governing body
8 of a health maintenance organization shall be composed of consumers ~~who are enrollees of the~~
9 ~~health maintenance organization. Unless the context otherwise requires, a "consumer".~~ A
10 consumer, is any person other than a person:

11 ~~—(1)—Whose occupation involves, or before his retirement involved; whose occupation~~
12 involves the administration of health activities or the providing of health services;

13 ~~—(2)—Who is, or ever was, employed by a health care facility, as a licensed health~~
14 ~~professional; or~~



1 ~~(3) Who has, or ever had, a direct, substantial financial or managerial interest in the~~
2 ~~rendering of health service other than the payment of reasonable expense~~
3 ~~reimbursement or compensation as a member of the board of a health maintenance~~
4 ~~organization.~~